

Announcement

Release of nine-month time deposits

Nicosia, 30 April 2014

The Board of Directors of Bank of Cyprus Public Company Ltd ("Bank" or "Group"), in a meeting today, has decided the release of the nine-month time deposits that were blocked as per the decrees relating to the recapitalisation of the Bank in July 2013 and mature on 30 April 2014.

The Bank has consulted with the Ministry of Finance and the Central Bank of Cyprus regarding the release of the nine-month time deposits.

As part of its ongoing gradual progress and in order to normalize the maturity profile of its deposit base in Cyprus, the Bank has proceeded with the release of the nine-month time deposits as follows:

- one third of nine-month time deposits is immediately released and becomes available in clients' current accounts;
- one third of nine-month time deposits is converted into a three-month time deposit maturing and automatically released at 31 July 2014;
- one third of nine-month time deposits is converted into a six-month time deposit maturing and automatically released at 31 October 2014.

It is noted that the released funds will be subject to the general restrictive measures currently applicable in the Cypriot banking system.

The Bank's improving liquidity position and its specific and deliberate actions to enhance its liquidity through deleveraging are the decisive reasons for the release of the deposits. Furthermore, the release of the deposits reflects the Bank's prudent liquidity management and takes into account the improvement in the economic environment. Through its decision, the Bank's management recognizes the improving trust and confidence towards the Bank by its customers and, in tandem, meets the expectations of the general public in Cyprus for supporting the recovery of the economy as a whole.

Group Profile

Founded in 1899, Bank of Cyprus Group is the leading banking and financial services group in Cyprus. The Group provides a wide range of financial products and services which include retail and commercial banking, finance, factoring, investment banking, brokerage, fund management, private banking, life and general insurance. The Group currently operates through a total of 316 branches, of which 180 operate in Russia, 130 in Cyprus, 1 in Romania, 4 in the United Kingdom and 1 in the Channel Islands. Bank of Cyprus also has 6 representative offices in Russia, Ukraine, China and South Africa. The Bank of Cyprus Group employs 7.248 staff worldwide. At 31 December 2013, the Group's Total Assets amounted to €30,3 bn and Equity was €2,7 bn.